

Translation Purpose Only

January 30, 2018

To All Concerned Parties

6-8-7 Ginza, Chuo-ku, Tokyo
Frontier Real Estate Investment Corporation
Kazuichi Nagata, Executive Director
(Securities Code: 8964)

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**Notice Concerning Execution of Short-term and Long-term Borrowings,
and Repayment of Long-term Borrowings**

Frontier Real Estate Investment Corporation (the "Investment Corporation") hereby announces that it has decided to execute short-term and long-term borrowings. The Investment Corporation, additionally, announces it would repay long-term borrowings on February 1, 2018. Details are provided below.

1. Execution of Short-term and Long-term Borrowings**(1) Purpose**

To appropriate for the repayment of long-term borrowings as of February 1, 2013.

(2) Details

- ① Drawdown Date : February 1, 2018
- ② Repayment of Principal : Payment in full on the maturity date
- ③ Loan Type : Unsecured, Unguaranteed
- ④ Lender, Amount, Maturity Date and Interest Rate:

Lender	Amount	Maturity Date	Interest Rate
Mizuho Bank, Ltd.	¥1,000 Million	February 19, 2018	0.06077 % (Interest Rate is fixed until the maturity date.)
THE BANK OF FUKUOKA, LTD.	¥1,000 Million	February 19, 2026	0.35630 % (Interest Rate is fixed until the maturity date.)

2. Repayment of Long-term Borrowings

Details of the repayment of long-term borrowings on February 1, 2018 are as follows.

Lender	Borrowing Amount	Drawdown Date	Maturity Date	Repayment of Principal	Loan Type
The Bank of Tokyo-Mitsubishi UFJ, Ltd.	¥1,000 Million	February 1, 2013	February 1, 2018	Payment in full on the maturity date	Unsecured Unguaranteed
THE BANK OF FUKUOKA, LTD.	¥1,000 Million				

3. Change in the Balance of Borrowings

(Unit : ¥Million)

	Before This refinance	After This refinance	Variance
Short-term Borrowings	4,500	5,500	+1,000
Long-term Borrowings	77,900	76,900	-1,000
Investment Corporation Bonds	3,000	3,000	—
Borrowings Total	85,400	85,400	—

(*) Long-term Borrowings include the balance of borrowings due within one year.

4. Others

Regarding the loan repayment risk, there is no important change to the “Investment risks” description in the latest securities registration statement submitted on September 27, 2017.

This document is released to media organizations through the “Kabuto Club”(the press club of the Tokyo Stock Exchange), the Ministry of Land, Infrastructure and Transport Press Club, and the Press Club for the Ministry of Land, Infrastructure and Transport Construction Paper.

Frontier Real Estate Investment website: <http://www.frontier-reit.co.jp/eng/>

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